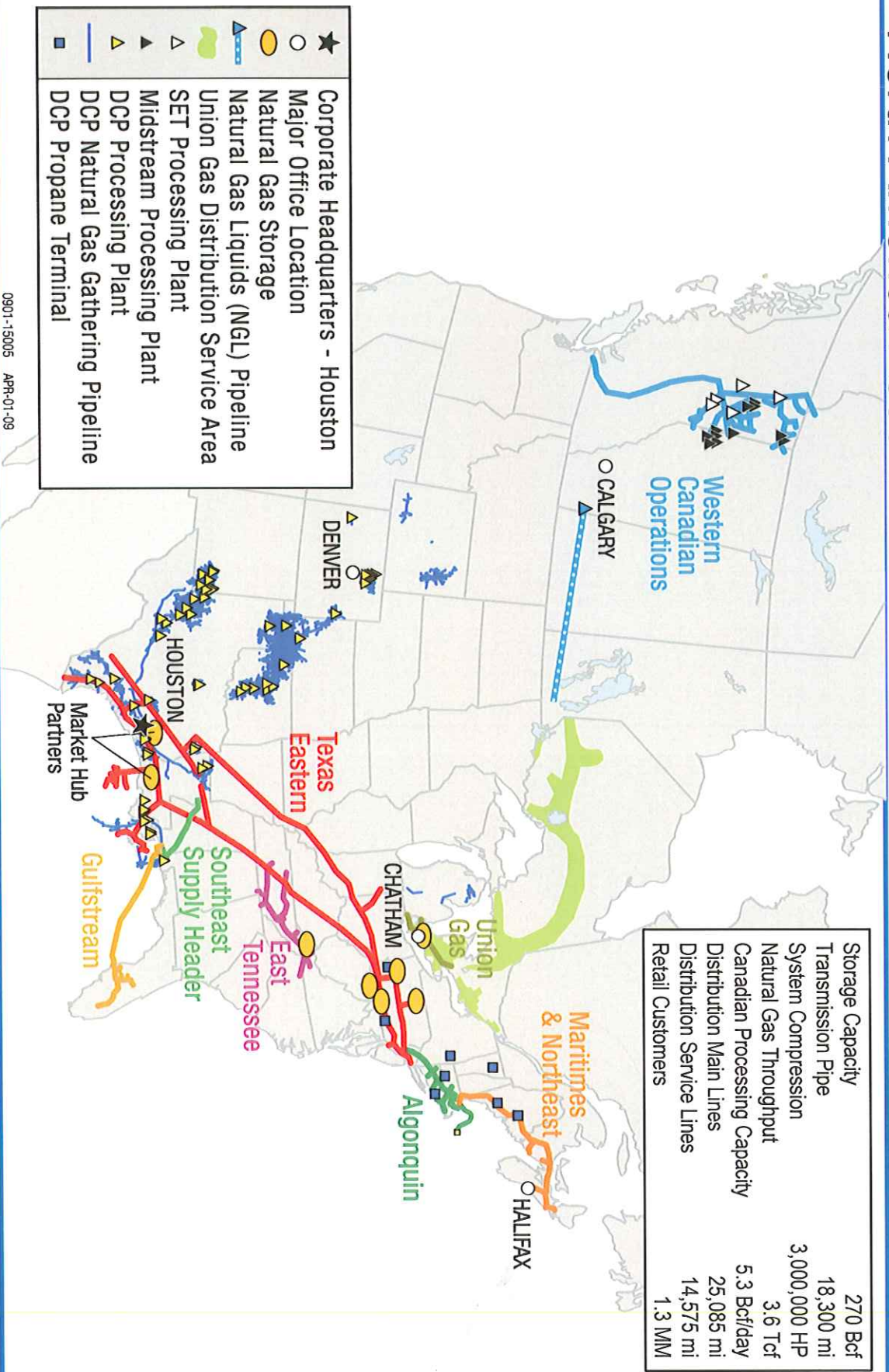
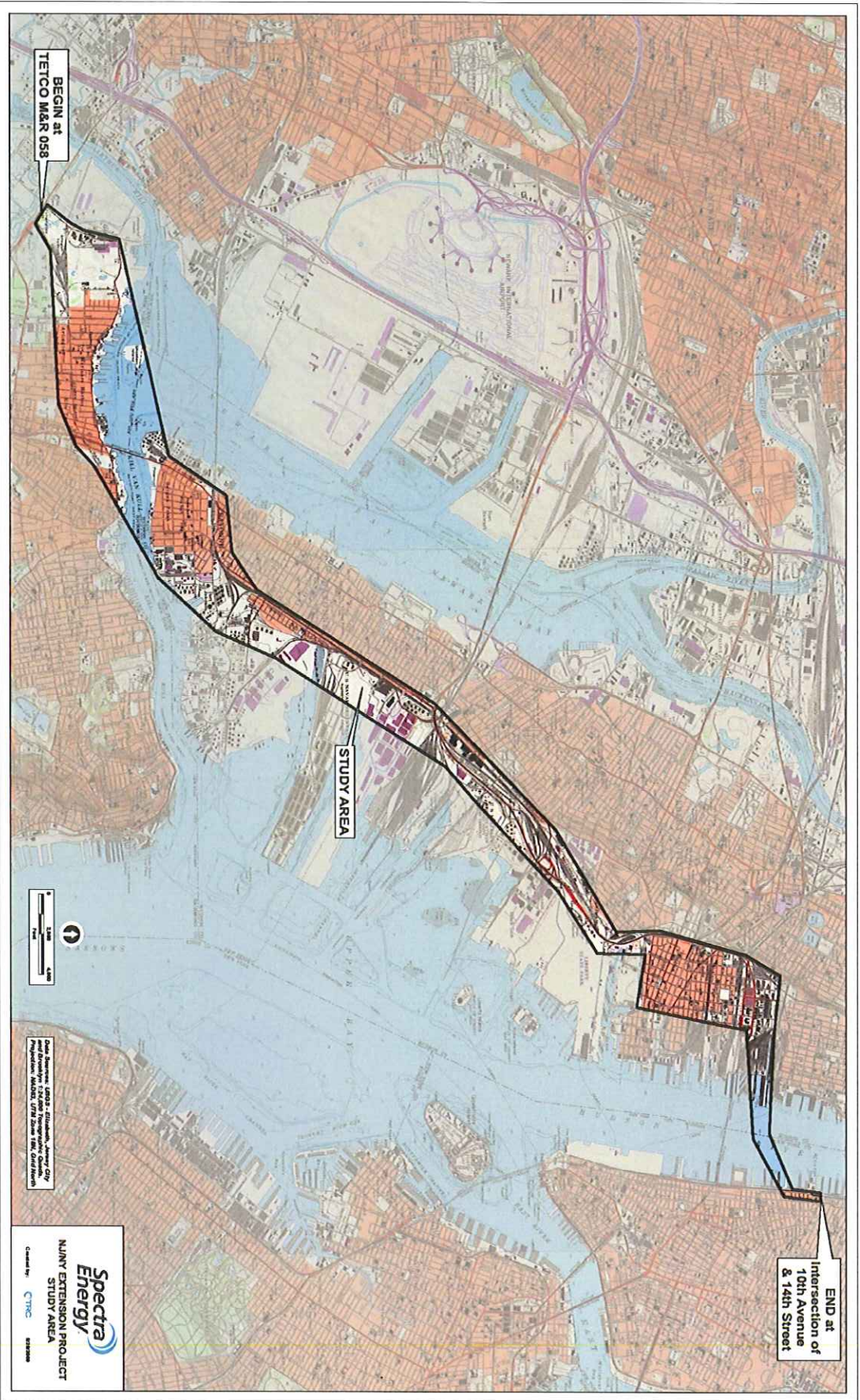


Spectra Energy

North America Assets





New Jersey - New York Extension Project Overview



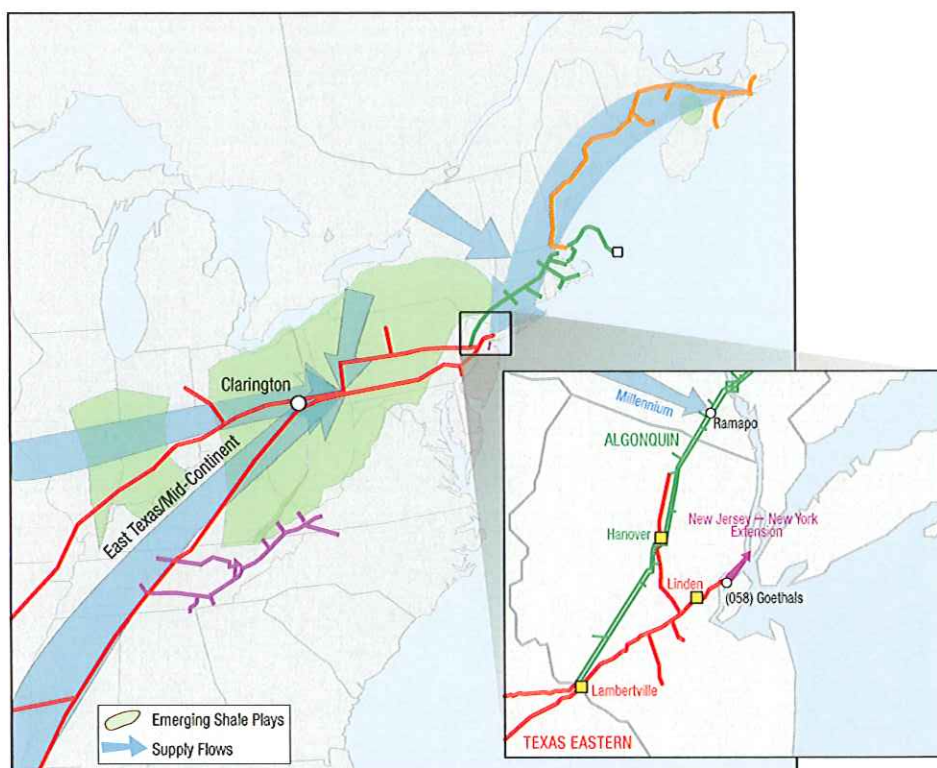
Spectra Energy, a leading developer of North American energy infrastructure, is exploring a 2012-2013 in-service date to meet the future energy needs of New Jersey and New York with access to multiple, reliable natural gas supplies.

Proposed New Jersey–New York Extension Project:

Location: The pipeline would connect markets with the existing Texas Eastern system, originating in Staten Island, N.Y., before terminating at an interconnection with the existing Consolidated Edison system in Manhattan.

Length: Approx. 15 Miles

Capacity: Initial capacity of over 950 million cubic feet per day



Additional pipeline transportation infrastructure is needed in the region to support growing demand for clean-burning natural gas. Spectra Energy representatives are evaluating market interests in an extension of its existing pipeline to provide increased energy security and reliability to the New Jersey and New York markets. The natural gas pipeline study corridor that the consultation team is reviewing originates in Staten Island, New York and terminates in Manhattan.

Spectra Energy's Texas Eastern Transmission, LP (Texas Eastern) is a leading provider of natural gas transportation to the Northeast markets including the Mid-Atlantic and New England states. The Texas Eastern system reaches into key domestic natural gas supply basins including the rapidly emerging production regions such as East Texas, Mid-Continent, Appalachian shale, and Rocky Mountains. Texas Eastern also has access to LNG from numerous import points including facilities in the Northeastern U.S. and Atlantic Canada, as well as other supplies originating in the Northeast via Algonquin Gas

Transmission and the recently constructed Millennium pipeline. In addition, Texas Eastern has direct access to approximately 160 billion cubic feet of natural gas storage that provides consumers with additional energy reliability and security.

Public Participation

When developing projects, Spectra Energy conducts a comprehensive consultation process with all affected stakeholders to develop a technically feasible pipeline route that meets the balance between the number of landowners affected, impact to the environment, constructability requirements and safety regulations, while also meeting customer needs and creating economic development opportunities for communities.

The Federal Energy Regulatory Commission (FERC) is the lead permitting agency for interstate pipeline projects. The FERC process and the permitting processes of other agencies will allow interested stakeholders ample opportunities to comment on the proposed pipeline project.